

**UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF VIRGINIA**

In re: CIRCUIT CITY STORES, INC., et al., Debtors.	Chapter 11 Case No. 08-35653 (KRH) (Jointly Administered) Hrg. Date: April 8, 2010 at 4:00 p.m. (ET) Obj. Due: April 15, 2010 at 2:00 p.m. (ET)
---	--

**FOURTH INTERIM FEE APPLICATION OF KPMG LLP AS INDEPENDENT
AUDITORS AND TAX CONSULTANTS TO THE DEBTORS FOR
ALLOWANCE OF COMPENSATION AND REIMBURSEMENT OF EXPENSES
FOR THE PERIOD BEGINNING
NOVEMBER 1, 2009 THROUGH JANUARY 31, 2010**

Name of Applicant: KPMG LLP

Authorized to Provide Professional Services to: Debtors

Date of Retention: December 22, 2008 *Nunc Pro Tunc*
to November 10, 2008

Period for which Compensation and
Expense Reimbursement is sought: November 1, 2009 through
January 31, 2010

Amount of Compensation sought as actual,
reasonable and necessary: \$ 35,241.50

Amount of Expense reimbursement sought as
actual, reasonable and necessary: \$ 19.00

This is an: _____ Monthly X Interim _____ Final Application

The total time expended in connection with the preparation of this fee application is approximately 4.0 hours and the corresponding compensation requested is approximately \$980.00.

**UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF VIRGINIA**

In re: CIRCUIT CITY STORES, INC., <u>et al.</u>, Debtors.	Chapter 11 Case No. 08-35653 (KRH) (Jointly Administered) Hrg. Date: April 8, 2010 at 4:00 p.m. (ET) Obj. Due: April 15, 2010 at 2:00 p.m. (ET)
--	--

**FOURTH INTERIM FEE APPLICATION OF KPMG LLP AS INDEPENDENT
AUDITORS AND TAX CONSULTANTS TO THE DEBTORS FOR
ALLOWANCE OF COMPENSATION AND REIMBURSEMENT OF EXPENSES
FOR THE PERIOD BEGINNING
NOVEMBER 1, 2009 THROUGH JANUARY 31, 2010**

INDEX

EXHIBIT A	Summary of Hours and Discounted Fees Incurred by Professional
EXHIBIT B	Summary of Hours and Discounted Fees Incurred by Category
EXHIBIT C	Summary of Out of Pocket Expenses
EXHIBIT C1	Detail of Out of Pocket Expenses
EXHIBIT D1-D6	Complete Accounting of Time Expended by Day by Professional by Category
EXHIBIT E	Copy of the KPMG Retention Order
EXHIBIT F	KPMG Certification

**UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF VIRGINIA**

In re: CIRCUIT CITY STORES, INC., <u>et al.</u>, Debtors.	Chapter 11 Case No. 08-35653 (KRH) (Jointly Administered) Hrg. Date: April 8, 2010 at 4:00 p.m. (ET) Obj. Due: April 15, 2010 at 2:00 p.m. (ET)
--	--

**FOURTH INTERIM FEE APPLICATION OF KPMG LLP AS INDEPENDENT
AUDITORS AND TAX CONSULTANTS TO THE DEBTORS FOR
ALLOWANCE OF COMPENSATION AND REIMBURSEMENT OF EXPENSES
FOR THE PERIOD BEGINNING
NOVEMBER 1, 2009 THROUGH JANUARY 31, 2010**

KPMG LLP, (“KPMG”) as auditors and tax consultants to the above-captioned debtors and debtors-in-possession (collectively, the “Debtors”) files this Fourth Interim Fee Application (the “Application”), pursuant to section 330(a) and 331 of title 11 of the United States Code (the “Bankruptcy Code”), Rule 2016 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), Rule 2016 of the Local Rules of Bankruptcy Practice and Procedure of the United States Bankruptcy Court for the Eastern District of Virginia (the “Local Rules”), the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed Under 11 U.S.C. Section 330 issued by the Executive Office for the United States Trustee (the “U.S. Trustee Guidelines”), and this Court’s Administrative Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals, dated December 9, 2008 (the “Interim Compensation Order”) (Docket No. 830), for the allowance of interim compensation for professional services performed by KPMG and reimbursement for actual and necessary expenses incurred for the period beginning

November 1, 2009 through January 31, 2010 (the “Compensation Period”), in the amount of \$35,260.50 (the “Compensation Amount”), and respectfully represents:

Background

1. On November 10, 2008 (‘the Petition Date), the Debtors filed voluntary petitions in this Court for relief under chapter 11 of the Bankruptcy Code. The Debtors continue to manage and operate their businesses as debtors in possession pursuant to Bankruptcy Code sections 1107 and 1108. On November 12, 2008, the Office of the United States Trustee for the Eastern District of Virginia appointed a statutory committee of unsecured creditors (the “Creditors’ Committee”). To date, no trustee or examiner has been appointed in these chapter 11 cases.

2. On January 16, 2009, the Court authorized the Debtors, among other things, to conduct going out of business sales at the Debtors’ remaining 567 stores pursuant to an agency agreement (the “Agency Agreement”) between the Debtors and a joint venture, as agent (the “Agent”). On January 17, 2009, the Agent commenced going out of business sales pursuant to the Agency Agreement at the Debtors remaining stores.

Relief Requested

3. By this Court’s Order, dated December 23, 2008, (the “Retention Order”) the Debtors were authorized to retain KPMG as independent auditors and tax consultants effective as of the Petition Date. The Retention Order authorized the Debtors to compensate KPMG in accordance with the procedures set forth in section 330 and 331 of the Bankruptcy Code, the Bankruptcy Rules, the Local Rules, and such other procedures as were fixed by order of the Court. A copy of the Retention Order is attached hereto as Exhibit E.

Summary of Application

4. By this Application, and in accordance with the Interim Compensation Order, KPMG requests allowance of compensation for services rendered and actual and necessary expenses incurred in these cases for the period beginning November 1, 2009 through January 31, 2010, and in connection therewith, requests allowance of compensation in the amount of \$35,241.50 for professional fees and reimbursement of \$19.00 for necessary and actual out-of-pocket expenses. KPMG's request for compensation is broken down as follows:

Period Covered	Requested			Payments Received		Outstanding	
	Hours	Fees	Expenses	Fees	Expenses	Fees	Expenses
11/1/2009 – 11/30/2009	75.2	\$35,241.50	\$19.00	\$29,955.28	\$19.00	\$5,286.22	\$0.00
12/1/2009 – 12/31/2009	0.0	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
1/1/2010 – 1/31/2010	0.0	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Grand Total	75.2	\$35,241.50	\$19.00	\$29,955.28	\$19.00	\$5,286.22	\$0.00

Summary of Services During the Compensation Period

5. This Application is KPMG's Fourth Interim Fee Application for compensation and expense reimbursement filed in these cases. During the Compensation Period, KPMG provided professional services to the Debtors in their efforts to navigate their business through the chapter 11 process.

6. Set forth below is a summary of the services KPMG rendered to the Debtors during the Compensation Period as authorized by the Retention Order.

Tax Consulting Services - Restructuring

- i. Assisting with ongoing IRS examination issues, specifically focusing on refund claims, sale-leaseback claim, rebates & rewards;

- ii. Proposed assistance with bankruptcy-related tax consulting services; and
- iv. Other consulting, advice, research, planning or analysis regarding tax issues as may be requested from time to time.

Employment/Fee Applications

- i. The billing procedures required by the U.S. Trustee Guidelines differ from KPMG's normal billing procedures and as such, the Local Rules and the Interim Compensation Order entered in these cases have required effort to inform the timekeepers of their responsibilities, gather and review the detailed time entries and expenses and preparation of this Application. Such activities included compiling and reviewing detailed time entries, compiling and reviewing detailed expenses incurred, preparing detailed and summary schedules of fees and expenses incurred, and drafting the narratives and schedules included in this Application.

7. A summary of the hours and fees incurred by professional and category is annexed hereto as Exhibit A and Exhibit B, respectively, and described in detail in the time records annexed hereto as Exhibits D1 – D6. KPMG maintains contemporaneous records of the time expended for the professional services and expenses related hereto performed in connection with these chapter 11 cases and such records are maintained in the ordinary course of business.

8. The fees applied for herein are based on the usual and customary fees KPMG charges to tax and audit clients and are commensurate with the usual and customary rates charged for services performed.

9. During the Compensation Period, KPMG invoiced the Debtors for time expended by professionals related to Incremental Procedures due to bankruptcy based on hourly rates ranging from \$245.00 to \$612.50 per hour for a total of

\$35,241.50. The rates reflected on this Application relating to the Incremental Procedures services represent a discount of approximately 30% to 45% of KPMG's standard rates. Of the aggregate time expended, 25.0 hours were expended by partners and managing directors, 33.5 hours were expended by senior managers and managers and 16.7 hours were expended by senior associates and associates. KPMG's blended hourly rate for the Incremental services provided during the Compensation Period is \$468.64.

10. KPMG respectfully submits that the amounts applied for herein for professional services rendered on behalf of the Debtors in these cases to date are fair and reasonable given: (a) the time expended; (b) the nature and extent of the services performed at the time at which such services were rendered; (c) the value of such services; and (d) the costs of comparable services other than in these chapter 11 cases.

11. The time and labor expended by KPMG during the Compensation Period has been commensurate with the size and complexity of these cases. In rendering these services, KPMG has made every effort to maximize the benefit to the Debtors' estates, to work efficiently with the other professionals employed in these cases, and to leverage staff appropriately in order to minimize duplication of effort.

12. During the Compensation Period, KPMG provided a focused range of professional services as requested by the Debtors. KPMG respectfully submits that these services: (a) were necessary and beneficial to the successful and prompt administration of these cases; and (b) have been provided in a cost efficient manner.

Summary of Actual and Necessary Expenses During the Compensation Period

13. Attached hereto as Exhibit C1 and incorporated herein by reference, is a detailed description of the actual and necessary expenses incurred by KPMG in connection with its employment with the Debtors during the Compensation Period. As set forth on Exhibit C and C1, KPMG seeks reimbursement of actual and necessary expenses incurred by KPMG during the Compensation Period in the aggregate amount of \$19.00. These expenses are reasonable and necessary in light of the size and complexity of the Debtors' cases.

Reservation

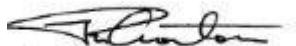
14. To the extent that time or disbursement charges for services rendered or disbursements incurred relate to the Compensation Period, but were not processed prior to the preparation of this Application, KPMG reserves the right to request additional compensation for such services and reimbursement of such expenses in a future application. Furthermore, KPMG reserves the right to seek final approval of the fees and expenses requested herein.

Conclusion

15. WHEREFORE, subject to the terms of the Interim Compensation Order, KPMG respectfully requests that the Court approve the interim compensation of \$35,241.50 as compensation for professional services rendered and reimbursement for actual and necessary expenses totaling \$19.00 that KPMG incurred in rendering such services.

Respectfully submitted,

KPMG LLP (US)



March 17, 2010

Paul W. Croston
Partner
KPMG LLP
1021 E Cary Street
Suite 2000
Richmond, VA 23219-4023

Dated: March 17, 2010
Richmond, Virginia

SKADDEN, ARPS, SLATE, MEAGHER &
FLOM, LLP
Gregg M. Galardi, Esq.
Ian S. Fredericks, Esq.
P.O. Box 636
Wilmington, Delaware 19899-0636
(302) 651-3000

- and -

SKADDEN, ARPS, SLATE, MEAGHER &
FLOM, LLP
Chris L. Dickerson, Esq.
155 North Wacker Drive
Chicago, Illinois 60606
(312) 407-0700

- and -

MCGUIREWOODS LLP

/s/ Douglas M. Foley .
Dion W. Hayes (VSB No. 34304)
Douglas M. Foley (VSB No. 34364)
One James Center
901 E. Cary Street
Richmond, Virginia 23219
(804) 775-1000

Counsel for Debtors and Debtors
in Possession

EXHIBIT A

Circuit City Stores, Inc.

Summary Of Hours and Discounted Fees Incurred By Professional
November 1, 2009 through January 31, 2010

<u>Professional</u>	<u>Position</u>	<u>Current</u> <u>Hours Billed</u>	<u>Hourly Rate</u>	<u>Fees Billed</u>
Conjura,Carol	Tax Partner	25.0	\$ 612.50	\$ 15,312.50
Gibbs,Paul Kevin	Tax Senior Manager	28.5	\$ 490.00	\$ 13,965.00
Ridgeway,Gail Carlon	Tax Senior Manager	1.0	\$ 490.00	\$ 490.00
Sellers,Monica	Manager	3.5	\$ 330.00	\$ 1,155.00
Degnan,Daniel J	Tax Manager	0.5	\$ 455.00	\$ 227.50
Tatum,Pamela Renea	Senior Associate	16.7	\$ 245.00	\$ 4,091.50
Total Hours and Fees at Discounted Rate		<u>75.2</u>		<u>\$ 35,241.50</u>
Subtotal of Fees				\$ 35,241.50
Out of Pocket Expenses				\$ 19.00
Net Requested Fees & Out of Pocket Expenses				<u>\$ 35,260.50</u>
Blended Rate		<u>\$ 468.64</u>		

KPMG's standard practice is to treat certain time and expenses as having been incurred when such obligations are recorded and reflected as payable in KPMG's accounting. Moreover, KPMG may not bill certain expenses until all supporting documentation is received. Accordingly, KPMG may seek reimbursement of fees and disbursements relating to this month in subsequent statements/invoices.

EXHIBIT B
Circuit City Stores, Inc.

Summary of Hours and Discounted Fees Incurred by Category
November 1, 2009 through January 31, 2010

Category	Exhibit	Hours	Fees
Audit 09 - Integrated Audit	D1	-	\$ -
Tax Consulting Services - Restructuring	D2	54.5	\$ 29,767.50
FY09 Special Audit Related Services	D3	-	\$ -
Employment/Fee Applications	D4	20.7	\$ 5,474.00
Audit 2/28/08-Retirement Plan	D5	-	\$ -
401K Plan Audits	D6	-	\$ -
Total		75.2	\$ 35,241.50

Circuit City Stores, Inc.

Summary of Out of Pocket Expenses

November 1, 2009 through January 31, 2010

<u>Category</u>	<u>Amount</u>
Airfare	\$ -
Lodging	\$ -
Meals	\$ -
Ground Transportation	\$ 19.00
Miscellaneous	\$ -
Total	\$ 19.00

EXHIBIT C1
Circuit City Stores, Inc.
Detail of Out of Pocket Expenses
November 1, 2009 through January 31, 2010

Name	Date	Description	Amount
		Air Fare Subtotal	<u>\$ -</u>
		Lodging Subtotal	<u>\$ -</u>
		Meals Subtotal	<u>\$ -</u>
Gibbs,Paul Kevin	17-Nov-09	Cab fare to/from meeting at Skadden Arps to prepare and review IRS conference.	\$ 19.00
		Ground Transportation Subtotal	<u>\$ 19.00</u>
		Miscellaneous Subtotal	<u>\$ -</u>
		Total Out of Pocket Expenses	<u><u>\$ 19.00</u></u>

EXHIBIT D1

Circuit City Stores, Inc.
Audit 09 - Integrated Audit
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Amount
		Audit 09 - Integrated Audit Services Monthly Installment	0.0	\$ -

Circuit City Stores, Inc.
Tax Consulting Services - Restructuring⁽¹⁾
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Conjura,Carol	12-Oct-09	Discuss IRS exam status of Circuit City overall, and discussion of pending technical advice request with J. Aramburu from IRS National Office.	1.0	\$ 612.50	\$ 612.50
Gibbs,Paul Kevin	21-Oct-09	Discuss IRS tentatively adverse position with J. McDonald and J. Markham (both CCS).	1.0	\$ 490.00	\$ 490.00
Gibbs,Paul Kevin	21-Oct-09	Draft extension request letter.	1.0	\$ 490.00	\$ 490.00
Gibbs,Paul Kevin	22-Oct-09	Review and locate all prior submissions to the IRS and distribute.	1.0	\$ 490.00	\$ 490.00
Gibbs,Paul Kevin	23-Oct-09	Discuss IRS tentatively adverse position with J. Brewster (Skadden, Arps).	1.5	\$ 490.00	\$ 735.00
Conjura,Carol	26-Oct-09	Conference call with client on IRS tentative adverse position on sale leaseback issue.	1.0	\$ 612.50	\$ 612.50
Gibbs,Paul Kevin	27-Oct-09	Discuss IRS power of attorney form with J. McDonald (CCS), and C. Conjura (KPMG).	0.5	\$ 490.00	\$ 245.00
Conjura,Carol	27-Oct-09	Discuss IRS power of attorney form with J. McDonald (CCS), and K. Gibbs (KPMG).	0.5	\$ 612.50	\$ 306.25
Gibbs,Paul Kevin	27-Oct-09	Meet with J. Brewster, D. Schneider (both Skadden, Arps), and C. Conjura (KPMG) to discuss legal authorities pertaining to IRS tentatively adverse position.	1.5	\$ 490.00	\$ 735.00
Conjura,Carol	27-Oct-09	Meet with J. Brewster, D. Schneider (both Skadden, Arps), and K. Gibbs (KPMG) to discuss legal authorities pertaining to IRS tentatively adverse position.	1.5	\$ 612.50	\$ 918.75
Conjura,Carol	03-Nov-09	Review and revise PowerPoint presentation to be used in the IRS conference on the Technical Advice Memorandum and sale leaseback position.	2.7	\$ 612.50	\$ 1,653.75
Conjura,Carol	03-Nov-09	Prepare for IRS conference on Technical Advice Memorandum ("TAM") including reviewing the documents summarizing the IRS' position and the documents summarizing Circuit City's position.	3.3	\$ 612.50	\$ 2,021.25
Gibbs,Paul Kevin	16-Nov-09	Prepare a power point presentation to be used in the IRS conference on the Technical Advice Memorandum and sale leaseback position.	2.8	\$ 490.00	\$ 1,372.00

Circuit City Stores, Inc.
Tax Consulting Services - Restructuring⁽¹⁾
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Gibbs,Paul Kevin	16-Nov-09	Prepare for IRS conference on Technical Advice Memorandum ("TAM") including reviewing the documents summarizing the IRS' position and the documents summarizing Circuit City's position.	3.2	\$ 490.00	\$ 1,568.00
Ridgeway,Gail Carlon	17-Nov-09	Respond to questions from client regarding the computation of FY09 Net Operating Loss (NOL).	0.5	\$ 490.00	\$ 245.00
Gibbs,Paul Kevin	17-Nov-09	Meeting with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and C. Conjura (KPMG) after IRS conference to discuss legal authorities pertaining to IRS tentatively adverse position and next steps.	1.5	\$ 490.00	\$ 735.00
Conjura,Carol	17-Nov-09	Meeting with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and P. Gibbs (KPMG) after IRS conference to discuss legal authorities pertaining to IRS tentatively adverse position and next steps.	1.5	\$ 612.50	\$ 918.75
Gibbs,Paul Kevin	17-Nov-09	Attend IRS conference along with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and C. Conjura (KPMG).	3.0	\$ 490.00	\$ 1,470.00
Conjura,Carol	17-Nov-09	Attend IRS conference along with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and P. Gibbs (KPMG).	3.0	\$ 612.50	\$ 1,837.50
Gibbs,Paul Kevin	17-Nov-09	Meeting with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and C. Conjura (KPMG) to discuss legal authorities pertaining to IRS tentatively adverse position and prepare for IRS conference.	3.5	\$ 490.00	\$ 1,715.00
Conjura,Carol	17-Nov-09	Meet with F. Goldberg, J. Brewster, D. Schneider (all Skadden, Arps), J. Markham, J. McDonald (both CCS), and P. Gibbs (KPMG) to discuss legal authorities pertaining to IRS tentatively adverse position and prepare for IRS conference.	3.5	\$ 612.50	\$ 2,143.75
Gibbs,Paul Kevin	18-Nov-09	Continue to draft post-conference submission relating to applicability of section 263(a) and section 168(i)(8).	1.6	\$ 490.00	\$ 784.00

Circuit City Stores, Inc.

Tax Consulting Services - Restructuring⁽¹⁾

November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Conjura,Carol	18-Nov-09	Continue to draft post-conference submission on Sale-Leaseback (SLB) Technical Advice Memorandum ("TAM").	3.1	\$ 612.50	\$ 1,898.75
Gibbs,Paul Kevin	18-Nov-09	Draft post-conference submission relating to applicability of section 263(a) and section 168(i)(8).	3.9	\$ 490.00	\$ 1,911.00
Conjura,Carol	18-Nov-09	Draft of post-conference submission on Sale-Leaseback (SLB) Technical Advice Memorandum ("TAM").	3.9	\$ 612.50	\$ 2,388.75
Ridgeway,Gail Carlton	19-Nov-09	Respond to questions from client regarding cancellation of debt (COD) income.	0.5	\$ 490.00	\$ 245.00
Gibbs,Paul Kevin	19-Nov-09	Draft post-conference submission relating to applicability of section 263(a) and section 168(i)(8).	2.5	\$ 490.00	\$ 1,225.00
Tax Consulting Services - Restructuring Total			54.5		\$ 29,767.50

Circuit City Stores, Inc.

FY09 Special Audit Related Services

November 1, 2009 through January 31, 2010

FY09 Special Audit Related Services Total

Circuit City Stores, Inc.
Employment/Fee Applications⁽¹⁾
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Sellers,Monica	07-Jul-09	Review and revise time detail to be included in fee statement.	0.1	\$ 330.00	\$ 33.00
Tatum,Pamela Renea	13-Jul-09	Reconcile and review the June time details.	3.0	\$ 245.00	\$ 735.00
Tatum,Pamela Renea	14-Jul-09	Reconcile and review the June time details.	1.3	\$ 245.00	\$ 318.50
Tatum,Pamela Renea	15-Jul-09	Finalize draft fee statement and send to manager for review.	1.3	\$ 245.00	\$ 318.50
Sellers,Monica	17-Jul-09	Review fee statement and research engagement letters and retention documents and provide comments regarding same.	0.7	\$ 330.00	\$ 231.00
Sellers,Monica	18-Jul-09	Research and review documents and email response regarding new projects, billings and go forward procedures.	0.4	\$ 330.00	\$ 132.00
Sellers,Monica	20-Jul-09	Draft and send response regarding new engagement letter in bankruptcy matter.	0.2	\$ 330.00	\$ 66.00
Tatum,Pamela Renea	20-Jul-09	Clear managers comments on the June fee statement.	0.8	\$ 245.00	\$ 196.00
Tatum,Pamela Renea	20-Jul-09	Prepare the supplemental affidavit for the 401K and pension plan audits engagement letter to file.	0.8	\$ 245.00	\$ 196.00
Tatum,Pamela Renea	20-Jul-09	Research question relating additional engagement letters being issued and filed with the courts.	0.9	\$ 245.00	\$ 220.50
Tatum,Pamela Renea	22-Jul-09	Prepare the invoice allocation and draft for June.	0.7	\$ 245.00	\$ 171.50
Tatum,Pamela Renea	22-Jul-09	Prepare the final June fee statement and delimited file to be served.	2.1	\$ 245.00	\$ 514.50
Tatum,Pamela Renea	02-Sep-09	Research the payments received from the client to incorporate into the narrative.	0.2	\$ 245.00	\$ 49.00
Tatum,Pamela Renea	02-Sep-09	Prepare the certification for the third interim application covering the period of May 1, 2009 through July 31, 2009.	0.2	\$ 245.00	\$ 49.00
Tatum,Pamela Renea	02-Sep-09	Research the descriptions of services provided for third interim application covering the period of May 1, 2009 through July 31, 2009 and incorporate into the narrative.	0.2	\$ 245.00	\$ 49.00

Circuit City Stores, Inc.
Employment/Fee Applications⁽¹⁾
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Tatum,Pamela Renea	02-Sep-09	Prepare the narrative for the third interim application covering the period of May 1, 2009 through July 31, 2009.	0.6	\$ 245.00	\$ 147.00
Tatum,Pamela Renea	02-Sep-09	Prepare a compilation of the information necessary for the third interim application covering the period of May 1, 2009 through July 31, 2009.	0.9	\$ 245.00	\$ 220.50
Sellers,Monica	03-Sep-09	Review third interim fee application including narrative and exhibits and include comments and revisions.	1.1	\$ 330.00	\$ 363.00
Sellers,Monica	08-Sep-09	Review revisions to third interim fee application.	0.1	\$ 330.00	\$ 33.00
Tatum,Pamela Renea	11-Sep-09	Forward the third interim fee documents to B. Davis (KPMG) for approval and signature.	0.3	\$ 245.00	\$ 73.50
Tatum,Pamela Renea	11-Sep-09	Revise the third interim narrative based on M. Sellers (KPMG) comments.	0.3	\$ 245.00	\$ 73.50
Tatum,Pamela Renea	11-Sep-09	Revise the third interim fee narrative based on J. McMahon (KPMG) comments.	0.4	\$ 245.00	\$ 98.00
Tatum,Pamela Renea	11-Sep-09	Revise the third interim fee application based on M. Sellers (KPMG) comments.	0.4	\$ 245.00	\$ 98.00
Tatum,Pamela Renea	11-Sep-09	Revise the third interim narrative based comments from additional reviews by M. Sellers (KPMG).	0.4	\$ 245.00	\$ 98.00
Tatum,Pamela Renea	11-Sep-09	Prepare the final file in accordance with the bankruptcy filing requirements and send to Debtors' counsel to file.	0.5	\$ 245.00	\$ 122.50
Sellers,Monica	11-Sep-09	Finalize review of documents to be incorporated into third interim fee application, revise and provide final approval.	0.9	\$ 330.00	\$ 297.00
Degnan,Daniel J	29-Oct-09	Discussion with P. Tatum (KPMG) regarding additional IRS tax services requested on behalf of Circuit City.	0.5	\$ 455.00	\$ 227.50
Tatum,Pamela Renea	29-Oct-09	Discussion with D. Degnan (KPMG) regarding additional IRS tax services requested on behalf of Circuit City.	0.5	\$ 245.00	\$ 122.50

EXHIBIT D4
Circuit City Stores, Inc.
Employment/Fee Applications⁽¹⁾
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
Tatum,Pamela Renea	29-Oct-09	Pull the Confirmation Hearing Notice and provide to OGC, along with the engagement letter, for guidance on providing additional services to Circuit City.	0.3	\$ 245.00	\$ 73.50
Tatum,Pamela Renea	29-Oct-09	Prepare and respond to various correspondences with Circuit City's project team, OGC and Debtors' Counsel regarding additional IRS tax services requested on behalf of Circuit City.	0.6	\$ 245.00	\$ 147.00
Employment/Fee Applications Total			<u>20.7</u>		<u>\$ 5,474.00</u>

⁽¹⁾ Hours billed in this Fourth Interim Fee Application include time incurred in previous months that was not previously billed.

EXHIBIT D5

Circuit City Stores, Inc.
Audit 2/28/08-Retirement Plan
November 1, 2009 through January 31, 2010

Name	Date	Description	Hours	Rate	Amount
		Audit 2/28/08-Retirement Plan Total	0.0		\$0.00

EXHIBIT E

KPMG Retention Order

Gregg M. Galardi, Esq.
Ian S. Fredericks, Esq.
SKADDEN, ARPS, SLATE, MEAGHER &
FLOM, LLP
One Rodney Square
PO Box 636
Wilmington, Delaware 19899-0636
(302) 651-3000

Dion W. Hayes (VSB No. 34304)
Douglas M. Foley (VSB No. 34364)
MCGUIREWOODS LLP
One James Center
901 E. Cary Street
Richmond, Virginia 23219
(804) 775-1000

- and -

Chris L. Dickerson, Esq.
SKADDEN, ARPS, SLATE, MEAGHER &
FLOM, LLP
333 West Wacker Drive
Chicago, Illinois 60606
(312) 407-0700

Counsel to the Debtors and
Debtors in Possession

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF VIRGINIA
RICHMOND DIVISION

- - - - - X
In re: : Chapter 11
:
CIRCUIT CITY STORES, INC., : 1Case No. 08-35653 (KRH)
et al., :
:
Debtors. : Jointly Administered
- - - - - X

**ORDER AUTHORIZING THE DEBTORS
TO RETAIN AND EMPLOY KPMG LLP AS AUDITORS
AND TAX CONSULTANTS EFFECTIVE AS OF THE PETITION DATE**

Upon the application (the "Application") of the
above-captioned debtors ("Debtors"), for the entry of
an order pursuant to sections 327(a) and 328(a) of title
11 of the United States Code, 11 U.S.C. §§ 101-1532
(the "Bankruptcy Code"), Rule 2014(a) of the Federal



Rules of Bankruptcy Procedure (the "Bankruptcy Rules") and Rule 2014-1 of the Local Rules of Bankruptcy Practice and Procedure of the United States Bankruptcy Court for the Eastern District of Virginia (the "Local Rules"), authorizing them to employ and retain KPMG LLP ("KPMG") as auditors and tax consultants to the Debtors in the above-captioned chapter 11 cases effective as of the Petition Date;¹ and upon the Declaration of Christos M. Xystros, a CPA and partner at KPMG (the "Declaration") in support thereof; and the Court being satisfied based on the representations made in the Application and in the Declaration that KPMG does not hold or represent an interest adverse to the Debtors' estates, that they are disinterested persons as that term is defined under section 101(14) of the Bankruptcy Code, as modified by section 1107(b) of the Bankruptcy Code, and that their employment is necessary and in the best interests of the Debtors' estates; the terms of the Engagement Letters are reasonable terms for the purposes of section 328(a) of the Bankruptcy Code; and consideration of the Application and the relief

¹ Capitalized terms not otherwise defined herein shall have the definitions ascribed to them in the Application.

requested therein being a core proceeding pursuant to 28 U.S.C. § 157(b); and venue being proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; and due and proper notice of the Application having been provided; and it appearing that no other or further notice need be provided; and after due deliberation and sufficient cause appearing therefore, it is hereby

ORDERED, ADJUDGED AND DECREED that:

1. The Application is granted as modified herein.
2. In accordance with sections 327(a) and 328(a) of the Bankruptcy Code, Bankruptcy Rule 2014, and Local Rule 2014-1, the Debtors are authorized to employ and retain KPMG as auditors and tax consultants to the Debtors on the terms set forth in the Application and the Engagement Letters, as modified by this Order.
3. KPMG shall be compensated in accordance with the procedures set forth in Bankruptcy Code sections 330 and 331 and such Bankruptcy and Local Rules as may then be applicable, from time to time, and such procedures as may be fixed by order of this Court..
4. The terms and conditions of the

Engagement Letters, as modified by this Order, are approved.

5. To the extent the Debtors and KPMG enter into any additional engagement letter(s), the Debtors will file such engagement letter(s) with the Bankruptcy Court and serve such engagement letter(s) upon the United States Trustee for the Eastern District of Virginia, counsel to the Debtors', Local Restructuring counsel to the Debtors', and counsel to the Official Committee of Unsecured Creditors. To the extent any of such parties' object, within 10 days of such new engagement letters being served, to the additional services to be provided by KPMG, the Debtors will promptly schedule a hearing before the Court. All additional services will be subject to the provisions of this Order.

6. The following terms apply during the pendency of the Debtors' Chapter 11 Cases:

- (a) KPMG shall not be entitled to indemnification, contribution or reimbursement for services other than those described in the Engagement Letters and the Application, unless such services and indemnification therefore are approved by the Court; provided, that to

the extent additional engagement letters are filed with the Court and no parties object to such engagement letters in accordance with the procedures described in the immediately preceding Ordered paragraph, such engagement letters shall be deemed approved by the Court;

- (b) The Debtors shall have no obligation to indemnify KPMG, or provide contribution or reimbursement to KPMG, for any claim or expense that is either:
 - (i) judicially determined (the determination having become final) to have arisen from KPMG's bad faith, self-dealing, breach of fiduciary duty (if any such duty exists), gross negligence or willful misconduct; or
 - (ii) judicially determined (the determination having become final), based on a breach of KPMG's contractual obligations to the Debtor; or
 - (iii) settled prior to a judicial determination as to the exclusions set forth in clauses (i) and (ii) immediately above, but determined by the Court, after notice and a hearing to be a claim or expense for which KPMG should not receive indemnity, contribution or reimbursement under the terms of KPMG's retention by the Debtors pursuant to the terms of the Engagement Letters and Application, as modified by this Order; and
- (c) If, before the earlier of: (i) the entry of an order confirming a chapter 11 plan in this case (that order having become a final order no longer subject to appeal); and (ii) the entry of an order closing these chapter 11 cases, KPMG believes that it is entitled to the payment of any amounts by the Debtors on account of the Debtors' indemnification, contribution

and/or reimbursement obligations under the Engagement Letters (as modified by this Order) and Application, including without limitation the advancement of defense costs, KPMG must file an application therefore in this Court, and the Debtors may not pay any such amounts to KPMG before the entry of an order by this Court approving the payment. This subparagraph (c) is intended only to specify the period of time under which the Court shall have jurisdiction over any request for fees and expenses by KPMG for indemnification, contribution or reimbursement, and not a provision limiting the duration of the Debtors' obligation to indemnify KPMG. All parties in interest shall retain the right to object to any demand by KPMG for indemnification, contribution or reimbursement; and it is further

7. The Debtors shall comply with the notice requirement set forth in paragraph 4(c) of KPMG's Standard Terms and Conditions for Advisory and Tax Services (the "Standard Terms and Conditions"), including providing the written notice required prior to disseminating or advancing any of KPMG's advice, recommendations, information, or work product to third parties.

8. During the pendency of the Chapter 11 Cases, paragraph 6 of the Standard Terms and Conditions is deleted.

9. Notwithstanding anything in the Application or the Engagement Letters to the contrary, during the pendency of the Chapter 11 Cases, this Court retains exclusive jurisdiction over all matters arising out of and/or pertaining to KPMG's engagement until such jurisdiction is relinquished.

10. The requirement under Local Bankruptcy Rule 9013-1(G) to file a memorandum of law in connection with the Motion is hereby waived.

11. This Court shall retain jurisdiction with respect to all matters arising or related to the implementation of this Order.

Dated: Richmond, Virginia
Dec 23 2008, 2008

/s/ Kevin Huennekens
UNITED STATES BANKRUPTCY JUDGE

Entered on Docket: 12/24/08

WE ASK FOR THIS:

Gregg M. Galardi, Esq.
Ian S. Fredericks, Esq.
SKADDEN, ARPS, SLATE, MEAGHER & FLOM, LLP
One Rodney Square
PO Box 636
Wilmington, Delaware 19899-0636
(302) 651-3000

- and -

Chris L. Dickerson, Esq.
SKADDEN, ARPS, SLATE, MEAGHER & FLOM, LLP
333 West Wacker Drive
Chicago, Illinois 60606
(312) 407-0700

- and -

/s/ Douglas M. Foley
Dion W. Hayes (VSB No. 34304)
Douglas M. Foley (VSB No. 34364)
MCGUIREWOODS LLP
One James Center
901 E. Cary Street
Richmond, Virginia 23219
(804) 775-1000

Counsel to the Debtors
and Debtors in Possession

CERTIFICATION OF ENDORSEMENT UNDER LOCAL RULE 9022-1(C)

I hereby certify that proposed order has been
endorsed by or served upon all necessary parties.

/s/ Douglas M. Foley

Exhibit F

UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF VIRGINIA

In re: CIRCUIT CITY STORES, INC., <u>et al.</u>, Debtors.	Chapter 11 Case No. 08-35653 (KRH) (Jointly Administered) Hrg. Date: April 8, 2010 at 4:00 p.m. (ET) Obj. Due: April 15, 2010 at 2:00 p.m. (ET)
--	--

DECLARATION PURSUANT TO RULE 2016-1 OF THE LOCAL RULES OF BANKRUPTCY PROCEDURE FOR THE UNITED STATES BANKRUPTCY COURT FOR THE EASTERN DISTRICT OF VIRGINIA

I, Paul W. Croston, being duly sworn, deposes and says:

1. I am a Certified Public Accountant and a partner of KPMG LLP (“KPMG”), a professional services firm.
2. By Order dated December 23, 2008, KPMG was retained as independent auditors and tax consultants of the above captioned debtors (the “Debtors”). I submit this Declaration in conjunction with KPMG’s fourth interim fee application for compensation and allowance of expenses for the period November 1, 2009 through January 31, 2010 (the “Application”).
3. I have personally performed some of the services rendered by KPMG to the Debtors and am thoroughly familiar with the other work performed on behalf of the Debtors by the professionals of KPMG.
4. I have reviewed the foregoing Application and the facts set forth therein are true and correct to the best of my knowledge, information and belief. Moreover, I have reviewed

Rule 2016-1 of the Local Rules of Bankruptcy Procedure for the United States Bankruptcy Court for the Eastern District of Virginia, and submit that the Application substantially complies with such Rule.

I declare under the penalty of perjury that the foregoing is true and correct.

Executed this 17th day of March, 2010.



Paul W. Croston